



Introduction to Security Assistance



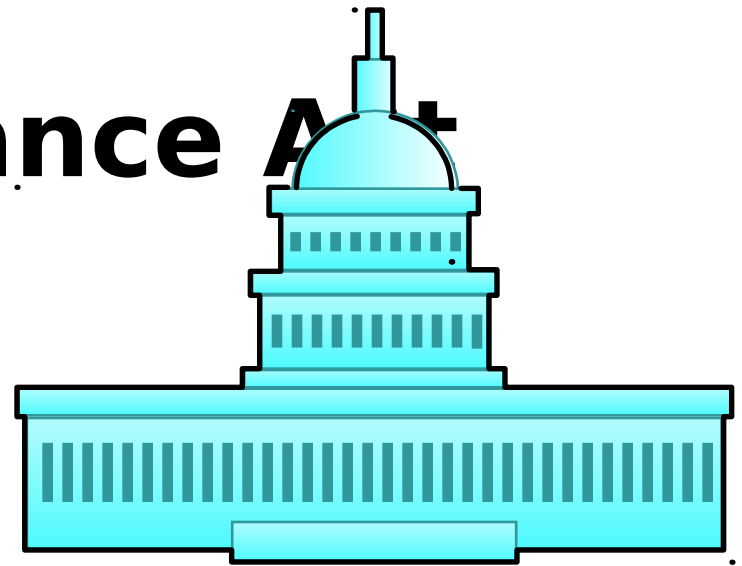
Security Assistance

- **Economic & military assistance to allied and friendly governments**
- **Foreign policy/national security objectives**
- **Defense articles/services/training**
- **Sales/leases & grants/loans**



Security Assistance Legislation

- **Arms Export Control Act
(AECA) of 1976**
- **Foreign Assistance Act
(FAA) of 1961**



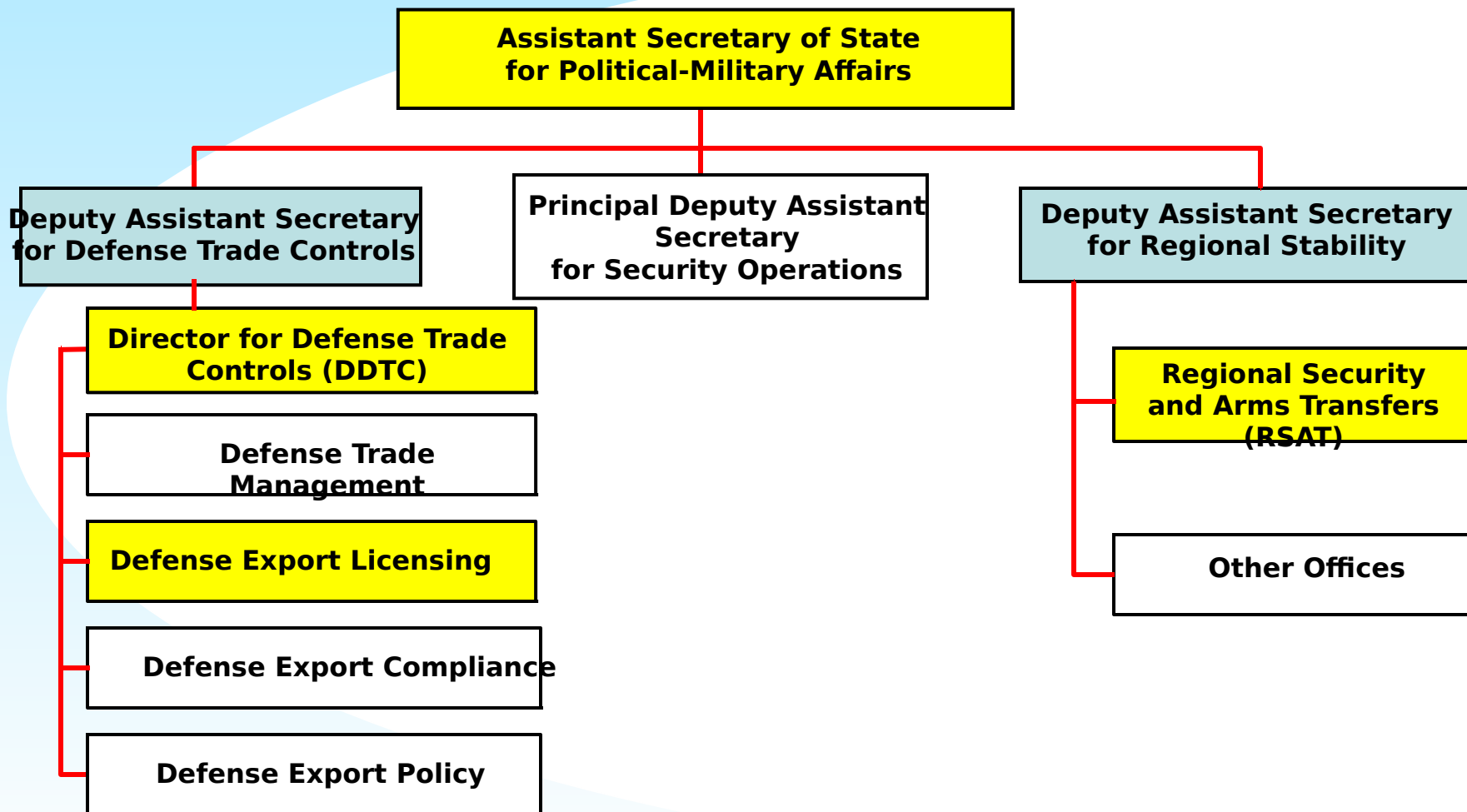


State Department Responsibilities

- **General direction**
- **Program
determination**
- **Program integration**



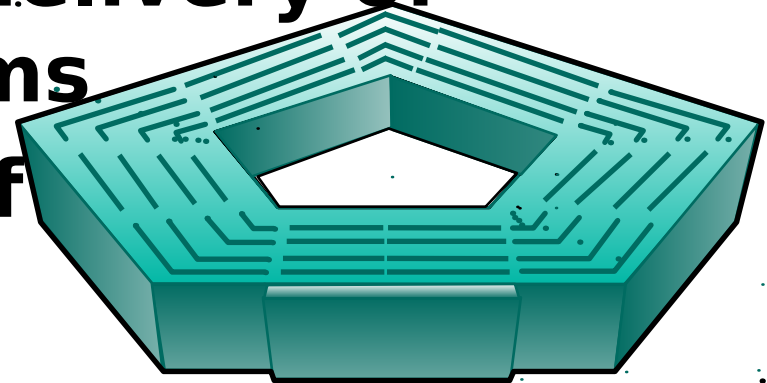
Bureau of Political-Military Affairs





Defense Department Responsibilities

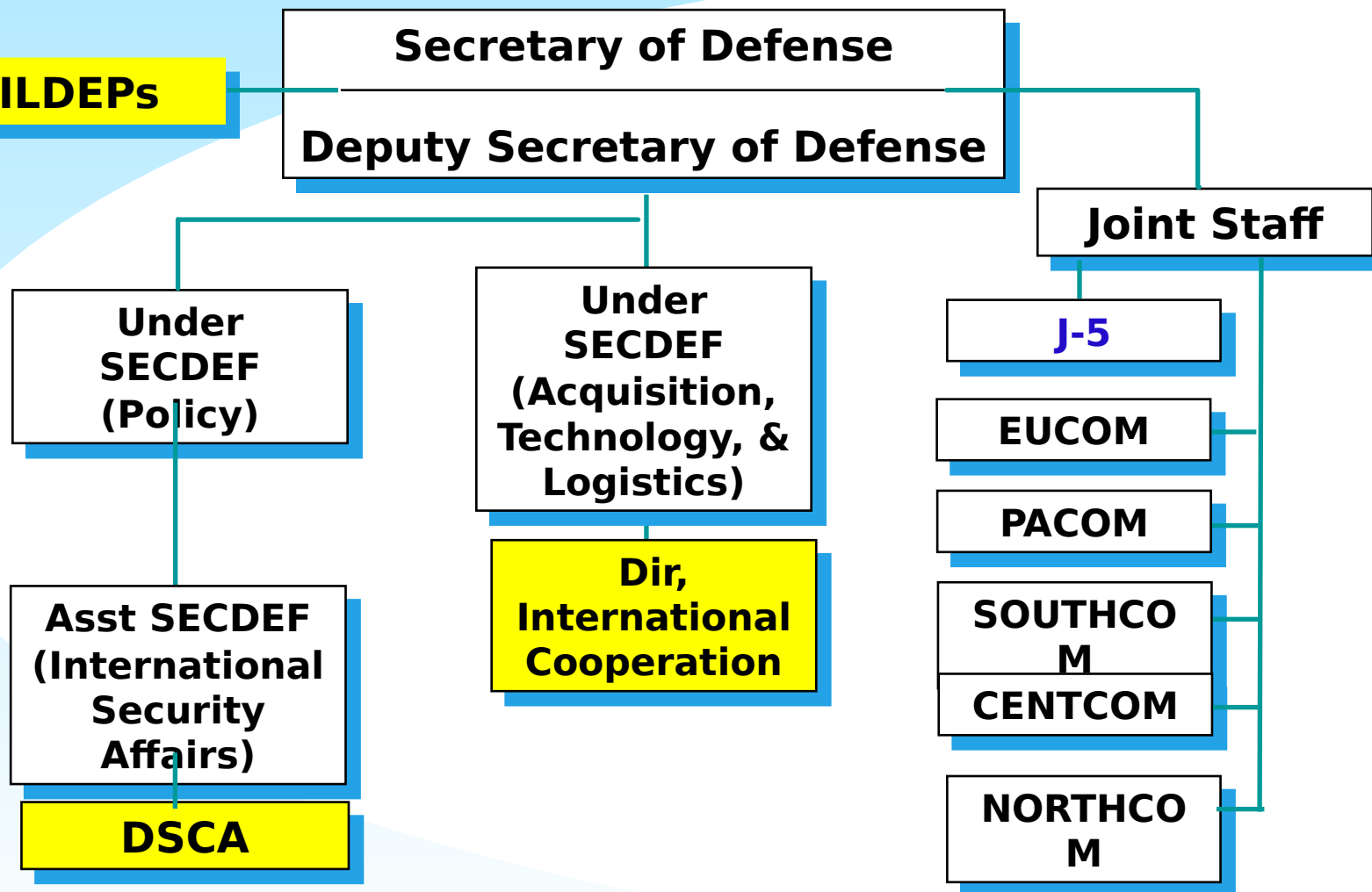
- **Program supervision**
- **Requirements determination**
- **Procurement of equipment/services**
- **Movement and delivery of military end-items**
- **Establishment of priorities**





Department of Defense

MILDEPs





Defense Security Cooperation Agency

- **Direct, administer, and supervise DoD security assistance programs**
- **Develop and promulgate DoD security assistance procedures**
- **Administer the following DoD programs:**
 - **Humanitarian Assistance**
 - **Humanitarian Mine Action Program**
 - **Warsaw Initiative**

DoDD 5105.38



The Major Security Assistance Programs

- ***Foreign Military Sales (FMS)****
- ***Foreign Military Financing Program (FMFP)****
- ***International Military Education and Training (IMET)****
- **Direct Commercial Sales (DCS)**
- **Economic Support Fund (ESF)**
- **Peacekeeping Operations (PKO)**

* DoD administered



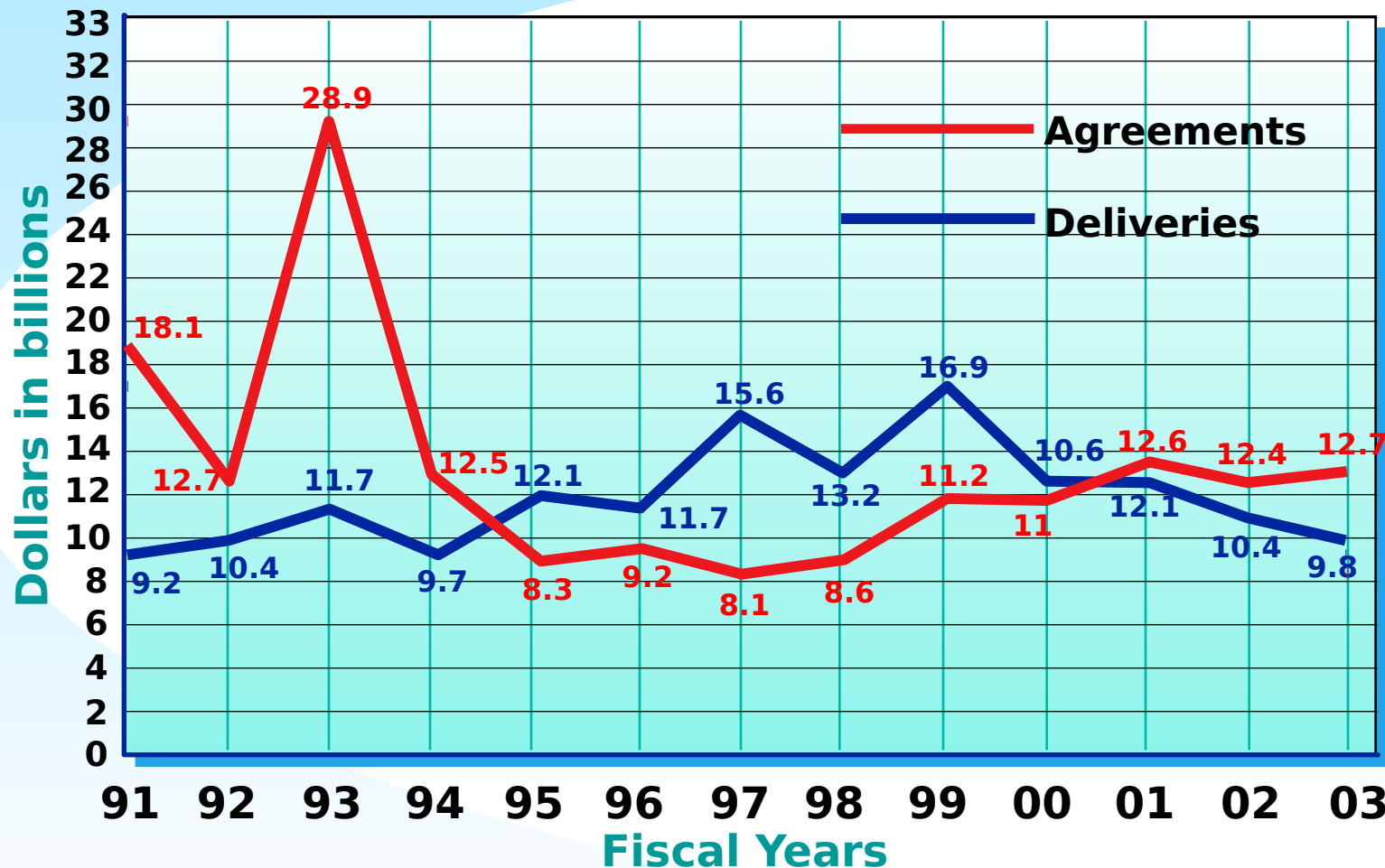
Foreign Military Sales (FMS)

**Sales from Department of
Defense stock or through
Department of Defense
procurement of defense
articles and services
(including training)
authorized by the Arms**

Export Control Act



U.S. FMS and FMS Construction Agreements/Deliveries



Source: DSCA: FMS, Foreign Military Construction Sales, & Military Facts, as of 30 September 2003.



Foreign Military Financing Program (FMFP)

Furnishes FMS grants or loans to enable eligible foreign governments to purchase United States defense articles and services (including training)



FY 2004 FMFP Allocations

Israel \$2,147.256

Egypt M

Jordan 1,292.330M

Other Near East 204.785M

Sub-Total 84.490M

\$3,728.861

Europe/Eurasia M

South Asia

Sub-Total 184.705M

129.235M

*** Enhanced International
Peacekeeping Capabilities** **\$313.940M**

West Hemisphere

Africa \$138.751M

E. Asia and Pacific

Sub-Total 21.005M

23.858M

Administration

EIPC* \$183.614M

Sub-Total

Total Alloc.

Rescission 40.260M

Total Approp.

1.990M



International Military Education and Training (IMET)

Military training on a grant basis to foreign military and related civilian defense personnel both in the United States and in overseas facilities



FY 1998-2004 IMET Programs

(\$ in millions)

	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04
Funding Levels	\$50.00	\$49.96	\$49.81	\$ 57.75	\$ 70.00	\$79.48	\$91.16
No. Of Countries	116	117	109	107	121	126	127
No. Of Students	8,070	8,947	8,216	8,386	10,417	10,736	11,869

FY2004 IMET Allocation:
\$91.16M

[\$0.541M - rescission]

est.



Direct Commercial Sales (DCS)

**Commercial export
sales licensed under
the Arms Export
Control Act (AECA)**



Economic Support FUND (ESF)

- **Flexible economic assistance to countries selected for their special political and security interests to the U.S.**
- **Grants**
- **ESF programs**
 - **Balance of payments support**
 - **Commodity import support**
 - **Development and capital projects**
 - **Technical assistance**
 - **General budget support**



FY 2004 ESF Allocations

(\$ in millions)

Program	Allocation	Program	Allocation
Egypt		South Asia	\$113.329
Israel	\$571.608	Western Hemisphere	84.498
Jordan	477.168	East Asia/Pacific	159.055
ME	248.525	Other Global	<u>56.166</u>
Partnership	89.469	Total ESF	\$2,138.3
West	74.558	Allocation	09
Bank/Gaza	<u>55.172</u>		
Other N.E.	1,516.500	Rescission	<u>12.691</u>
Total Near East	134.700	Total Appropriation	\$2,151.00
Europe/Eurasia	74.061		0
Africa			



Voluntary Peacekeeping Operations (PKO)

Assistance to friendly countries and international organizations for peacekeeping programs which further U.S. National security interests



FY 2004 Voluntary Peacekeeping Operations ***(Dollars in Millions)***

African Regional	\$8.947
Africa Contingency Ops Trng & Assist (ACOTA)	14.912
	1.988
East Timor	16.303
Multinational Force & Observers (MFO- Sinai)	.994
	3.000
Sri Lanka	8.014
Georgia	11.500
OSCE Europe Regional	1.800
OSCE (Bosnia)	<u>7.000</u>
OSCE (Croatia)	
OSCE (Kosovo)	\$74.458
	0.442
Total Voluntary PKO Allocation	\$74.900
Rescission	



FY2004 S.A. Supplemental

HR3289

FMFP Grants - Afghanistan

\$287M

**FMFP Loan Guarantee -
Czech Rep**

[555M]

972M

ESF Grants

Afghanistan - \$672M

Jordan - 100M

Pakistan - 200M

50M

PKO - GWOT

\$1,309M

Total Grants

P.L.108-106, 6 Nov 03



FY 03-05 S.A. Funding

	<u>FY 03</u>	<u>FY 04</u>	<u>FY 05</u>
FMFP	\$5,992M	\$4,556M	\$4,958M
FMFP loans [3,800M]		[550M]	
IMET	79M	91M	88M
ESF	4,802M	3,110M	2,520M
ESF loans [19,500M]			
PKO	214M	124M	104M
Rescission	43M	39M	
Total	\$11,130M	\$7,920M	\$7,670M

**FY03 and FY04 allocations include
all emergency supplemental and
emergency response funding**



Other Security Assistance Programs

- **Leases of defense articles and services**
- **Excess defense articles sales/grants**
- **Emergency drawdown authorities**
 - **Military emergencies**
 - **Other emergencies to include:**
 - **Counternarcotics**
 - **Disaster relief**
 - **Migration and refugee assistance**
 - **POW/MIA location and repatriation**
 - **Nonproliferation**
 - **Anti-terrorism**
- **Third country transfers**



Security Assistance Summary

- **Sales, leases, grants, & loans of defense articles & services (including training)**
- **State Department supervised, DoD administered**
- **Important element of U.S. foreign policy**